

December 7, 2018

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Via e-mail: auction100@fcc.gov

Albert Shuldiner, Esq. Chief, Audio Division, Media Bureau

Margaret W. Wiener, Esq. Chief, Auctions & Spectrum Access Division Wireless Telecommunications Bureau

Federal Communications Commission 445 Twelfth Street, SW Washington, DC 20554

Re: Auction 100

Request for Waiver of 47 C.F.R. Section 1.2105(c) Indirect Subsidiaries of iHeartMedia, Inc., as debtor in possession

Dear Mr. Shuldiner and Ms. Wiener:

This waiver request is being submitted on behalf of three indirect subsidiaries (the "iHeart Applicants") ¹ of iHeartMedia, Inc., as debtor in possession, with pending engineering proposals ("Short Form") applications filed in the January 2018 cross-service Auction 100 FM Translator filing window (the "Auction 100 Short Form Window"). ² The iHeart Applicants are listed as currently holding pending Short Form applications in five mutually exclusive Auction 100 groups. ³ Specifically, the iHeart Applicants, which are under common control,

The iHeart Applicants are identified on Appendix A hereto.

See Public Notice, Filing Instructions for Second Cross-Service FM Translator Auction Filing Window for AM Broadcasters (Auction 100) to be Open January 25-January 31, 2018; Freeze on FM Translator and Low-Power FM Station Minor Change Applications and FM Booster Applications January 18- January 31, 2018, 32 FCC Rcd 10173 (MB/WTB 2017) ("Auction 100 Filing Instructions Public Notice").

³ See Public Notice, Auction of Cross-Service FM Translator Construction Permits, Comment Sought on Competitive Bidding Procedures for Auction 100, DA 19-1038, Public

hereby request a waiver of section 1.2105(c) of the Commission's Rules ⁴ to allow the iHeart Applicants participating in Auction 100 competitive bidding to engage in communications among themselves, including communications involving the substance of the iHeart Applicants' bids or bidding strategies in Auction 100.

Each of the three iHeart Applicants are indirect subsidiaries of, and under the common control of, iHeartMedia, Inc. Such common control is documented in the broadcast station ownership reports currently on file with the Commission for the iHeart Applicants. ⁵ Moreover, as set forth in the Form 316 applications by which the Commission approved the Chapter 11 debtor in possession status of the iHeart Applicants, the ownership structure of iHeartMedia, Inc, its officers and directors, as well as those of each of its license subsidiaries, were unchanged due to the filing of the Chapter 11 bankruptcy petitions. ⁶

For the Auction 100 filing window, applications for new FM translator construction permits were required to be filed by the licensee or permittee of the primary AM station proposed to rebroadcast by the new FM translator. ⁷ Consequently, for a parent company such as iHeartMedia, Inc., which holds common control over AM stations licensed to various entities, it was not unforeseeable that more than one iHeartMedia subsidiary licensee entity would file in the Auction 100 window and eventually be listed in different mutually exclusive

Notice at Attachment A (MB/WTB Oct. 19, 2018) ("Auction 100 October 2018 Public Notice") (copy of Attachment A at Appendix B hereto).

- ⁴ 47 C.F.R. § 1.2105(c).
- See Commercial Broadcast Stations Biennial Ownership Reports (FCC Form 323) submitted on February 2, 2018, for: (i) Capstar TX, LLC, File No. 0000041209; (ii) CC Licenses, LLC, File No. 0000041219; and (iii) Citicasters Licenses, Inc., File No. 0000041225. The first page of the Organizational Chart filed with these February 2, 2018 Biennial Ownership Reports, which shows the common ownership of the iHeart Applicants under iHeartMedia, Inc., is attached at Appendix C hereto.
- See Exhibit 12 to Form 316 applications for: (i) Capstar TX, LLC to Capstar TX, LLC, as debtor in possession, Lead File No. BALH-20180319AGO; (ii) CC Licenses, LLC to CC Licenses, LLC, as debtor in possession, Lead File No. BALH-20180319BAR; and (iii) Citicasters Licenses, Inc. to Citicasters Licenses, Inc., as debtor in possession, Lead File No. BALH 20180319ASU. As the change in each iHeart Applicant to debtor in possession status was a minor change processed on a "short form" Form 316, such a minor change is permissible for the iHeart Applicants' Short Forms pending in Auction 100. Consequently, it is noted that at this time, each iHeart Applicant is in debtor in possession status, and the Commission's records in Auction 100 should be updated accordingly.
- ⁷ See Auction 100 Filing Instructions Public Notice at ¶5 (eligibility for Auction 100 filing window limited to the AM station licensee or permittee desiring a new cross-service FM translator to re-transmit its station signal full time).

Auction 100 groups. As noted above, three such commonly-controlled iHeartMedia subsidiary licensees – the iHeart Applicants – are currently listed in five Auction 100 mutually exclusive groups.

Given the eligibility restriction for participation in Auction 100 to the entity holding the license or permit of the proposed primary AM station, the Commission anticipated that certain of its auction rules could be a hinderance and not achieve the Commission's original objectives for such a rule. Specifically, the Media and Wireless Telecommunications Bureaus previously announced that section 1.2105(a)(3)'s prohibition on the filing of more than one auction application by entities with any of the same controlling interests would be waived for Auction 100 applicants in recognition of the specific eligibility provisions and filing procedures established by the Commission for the Auction 100 cross-service FM translator filing window. ⁸

In its *Auction 100 October 2018 Public Notice*, the Media and Wireless Telecommunications Bureaus acknowledged that for distinct Auction 100 applicants under common control taking advantage of the waiver of section 1.2105(a)(3), such applicants could run afoul of section 1.2105(c) if not waived or modified in particular circumstances. ⁹ The Bureaus explained: "[f]or instance, in the absence of relief, such applicants could be at risk of violating section 1.2105(c) because the Commission presumes that bidding strategies are communicated between entities that share a common officer or director." ¹⁰

The Bureaus faced a similar situation in regards to Auction 99, which also limited applicants for new FM translator construction permits to the licensee or permittee entity of the primary AM station proposed to be rebroadcast. ¹¹ In *John C. Trent, Esq.*, the Media and Wireless Telecommunications Bureaus granted a waiver of section 1.2105(c) to two commonly-owned applicants for new cross-service FM translator stations filed in Auction 99. ¹² The Bureaus held:

We grant a limited waiver of section 1.2105(c) to JJB and Macon to provide an exception from the prohibition of communications imposed by the rule to allow these applicants to participate in Auction 99 through separate auction applications, subject to meeting all other terms and

See Public Notice, Filing Instructions for Cross-Service FM Translator Auction Filing Window for AM Broadcasters to be Open July 26 - August 2, 2017 Freeze on FM Translator and Low-Power FM Station Minor Change Applications and FM Booster Applications July 19 - August 2, 2017, 32 FCC Rcd. 4663 at ¶ 5.

⁸ See Auction 100 October 2018 Public Notice at ¶ 10.

⁹ See id. at ¶¶ 12-13.

See id. at ¶ 12.

¹² See John C. Trent, Esq., DA 18-447 (MB/WTB rel. May 1, 2018).

requirements for participation in this auction. Grant of such waiver is consistent with the Bureaus' prior recognition of the unique circumstances of the Auction 99 filing window, including the specific eligibility requirements adopted by the Commission in the AM Revitalization proceeding. Moreover, waiving section 1.2105(c)'s prohibition to the limited extent so that JJB and Macon may participate in Auction 99 while necessarily sharing bidding information by virtue of having the same ownership and control will give effect to that prior waiver. As outlined in the *Auction 99 Comment Public Notice*, we believe that in this regard the circumstances of Auction 99 are analogous to those of Auction 1001, the reverse auction portion of the broadcast spectrum incentive auction, where the Commission by rule provided an exception to the prohibition on certain communications with respect to communications between commonly owned applicants. ¹³

The iHeart Applicants respectfully submit that the same factors warranting a waiver of section 1.2105(c)'s prohibition on communications for the commonly-owned applicants in Auction 99 also are present here for the iHeart Applicants in mutually exclusive groups in Auction 100. Consequently, it is requested that the Bureaus grant a similar limited waiver of section 1.2105(c) to provide an exception from the prohibition of communications imposed by the rule to allow the iHeart Applicants to participate in Auction 100 through separate auction applications, subject to meeting all other terms and requirements for participation in Auction 100. Grant of such a waiver would be consistent with the Bureaus' prior recognition of the unique circumstances of the eligibility requirements of Auction 100, as was the case for Auction 99.

Respectfully submitted,

REPP LAW FIRM

Marieca G. Pann

Attorney for Capstar TX, LLC, CC Licenses, LLC, and Citicasters Licenses, Inc., each as debtor in possession

cc: Lisa Scanlan, Audio Division, Media Bureau (via e-mail) Lynne Milne, Wireless Telecommunications Bureau (via e-mail)

Appendix A

"iHeart Applicants" in Mutually Exclusive Groups in Auction 100 *

Capstar TX, LLC, as debtor in possession CC Licenses, LLC, as debtor in possession

Citicasters Licenses, Inc., as debtor in possession

^{*} As noted above, the iHeart Applicants are currently in debtor in possession status.

Appendix B

Attachment A to Auction 100 October 2018 Public Notice

Auction 100 — AM Revitalization/FM Translators DA 18-1038 Attachment A

Construction Permit	Description	Channel	City	State	Applicant	File Number	Bidding Units	Upfront Payment	Minimum Opening Bid
A SOTANT	// V	287	Eagle River	AK	Christian Broadcasting, Inc.	20180125ABK	001	42 500	00±C#
FIM I 004	Eagle Kiver/Anchorage, An	287	Anchorage	AK	Capstar TX, LLC	20180130AEN	7,500	\$2,500	\$4,500
EMTOGE	N ClidoM	239	Mobile	AL	Buddy Tucker Association, Inc.	20180125AAG	000	000	45,000
00011811	MODILE, AL	239	Mobile	AL	CC Licenses, LLC	20180130AEV	000,5	000,04	42,000
SOUTME	A) 020i0 22/20i2/13	261	El Cajon	CA	Family Stations, Inc.	20180129AIL	35 000	435,000	425,000
1411000	El Cajoli/Sall Diego, CA	261	San Diego	CA	El Sembrador Ministries	20180131AEP	000,66	000,004	\$33,000
7.30TM7	TO section of Management	283	Naugatuck	CT	Candido Dias Carrelo	20180130ABV	000 00	000 000	000 000
/00 I MI	Naugatuck/Toffingtoff, CT	283	Torrington	CT	Red Wolf Broadcasting Corporation	20180131ABU	20,000	\$20,000	\$20,000
CMTAGO	13 brottomoth deolein	241	Hialeah	Н	Pax Catholic Communications, Inc.	20180125AFZ	000 01	000 019	410,000
LM 1 000	nialean/nomesteau, rL	241	Homestead	F	ERJ Media LLC	20180131AIF	10,000	\$10,000	\$10,000
OPULL	۸۱ دواعد+۱۳۸۸ء۱۱۰۵ عدامی	268	Cedar Falls	۷I	Coloff Media, LLC	20180125ADJ	0000	000 014	410,000
600	Cedal rails/Water100, IA	268	Waterloo	ΑI	NRG License Sub, LLC	20180131AEW	10,000	\$10,000	\$10,000
CMTO70	VA ollivaino i	228	Louisville	KX	CC Licenses, LLC	20180130AFU	35 000	435,000	425,000
	Louisviile, NT	228	Louisville	KY	Caron Broadcasting, Inc.	20180131AEK	000,66	000,664	\$55,000
EMT071	Dotoriou MI	277	Petoskey	IM	Macdonald Garber Broadcasting, Inc.	20180125AGA	6 000	000 34	45,000
T / O IAI J	retoskey, MI	277	Petoskey	M	Suzanne Henderson	20180125AGS	000,0	000,04	000,c¢
CMTM3	3M GOZZ	240	Jackson	MS	Capstar TX, LLC	20180130AED	0000	000 014	410,000
7/01/01/2	Jackson, M3	240	Jackson	MS	Family Talk Radio	20180130AHB	10,000	\$10,000	\$10,000
EMT072	VM beet-passed/toppedacM	256	Manhasset	ΛN	Immaculate Heart Media, Inc.	20180130AJV	10.000	000 014	410.000
C/01M1	Maillasset/Heillpsteau, Ni	256	Hempstead	ΛV	Universal Stations LLC	20180131AEN	10,000	\$10,000	\$10,000
EMTO74	HO sindmiles	248	Columbus	HO	Radiohio Incorporated	20180125AFV	35,000	435,000	¢35,000
+ /)	Coldingus, Oil	248	Columbus	НО	Citicasters Licenses, Inc.	20180130AGK	000,00	000,004	000,004
EMTOTE	V/ C/Coccod/Jonesty Formaly	265	Newport News	۸۸	MHR License LLC	20180130ADI	000 00	000 000	000 000
0.01141	Newpoit News/Cilesapeare, vA	265	Chesapeake	VA	Chesapeake-Portsmouth Broadcasting Corpora	20180131AGW	20,000	\$50,000	\$20,000
		254	Burbank	WA	Centro Familiar Cristiano	20180125AAW			
FMT076	Burbank/Pasco/Kennewick, WA	254	Pasco	. MM	Townsquare Media Tri-Cities License, LLC	20180129ACZ	2,000	\$5,000	\$5,000
		254	Kennewick	WA	CCR-Tri Cities IV, LLC	20180129AHX			

Appendix C

Organizational Chart filed with the February 2, 2018 Biennial Ownership Reports for the iHeart Applicants

